

RHC - Closed Position - 1002

ID	Op	Type Of Security	Security	Currency	Entry Date	Entry Price	Exit Date	Exit Price	ABS Return	BRO	Profit/Loss
<u>1002</u>	Long	Equity	<u>RHC</u>	AUD	13 Jul	17.50	25 Jul	18.39	+0.89	39.91	+949.77

Security Profile

Ramsay Healthcare

Ticker: ASX: RHC

Market Cap: \$3,474 million

25 July, 2011

We sent an SMS to members just after the open, advising to take profits at market around the \$18.39 level. Despite the sell off on the broader ASX 200 index, Ramsay continued to trade higher, printing \$18.46 (1 cent from our target of \$18.47).

Another great trade on the Australian equities portfolio.

Trade closed and profits banked.



22 July, 2011

Ramsay had another strong day on Friday, reaching our initial target level of \$18.28 to print an intraday high of \$18.34. At the close, Ramsay finished at \$18.31, up 45 cents (+2.52%).

Another decent session in the US tonight will likely see our target level of \$18.47 reached next Monday.

There are no changes to this recommendation.



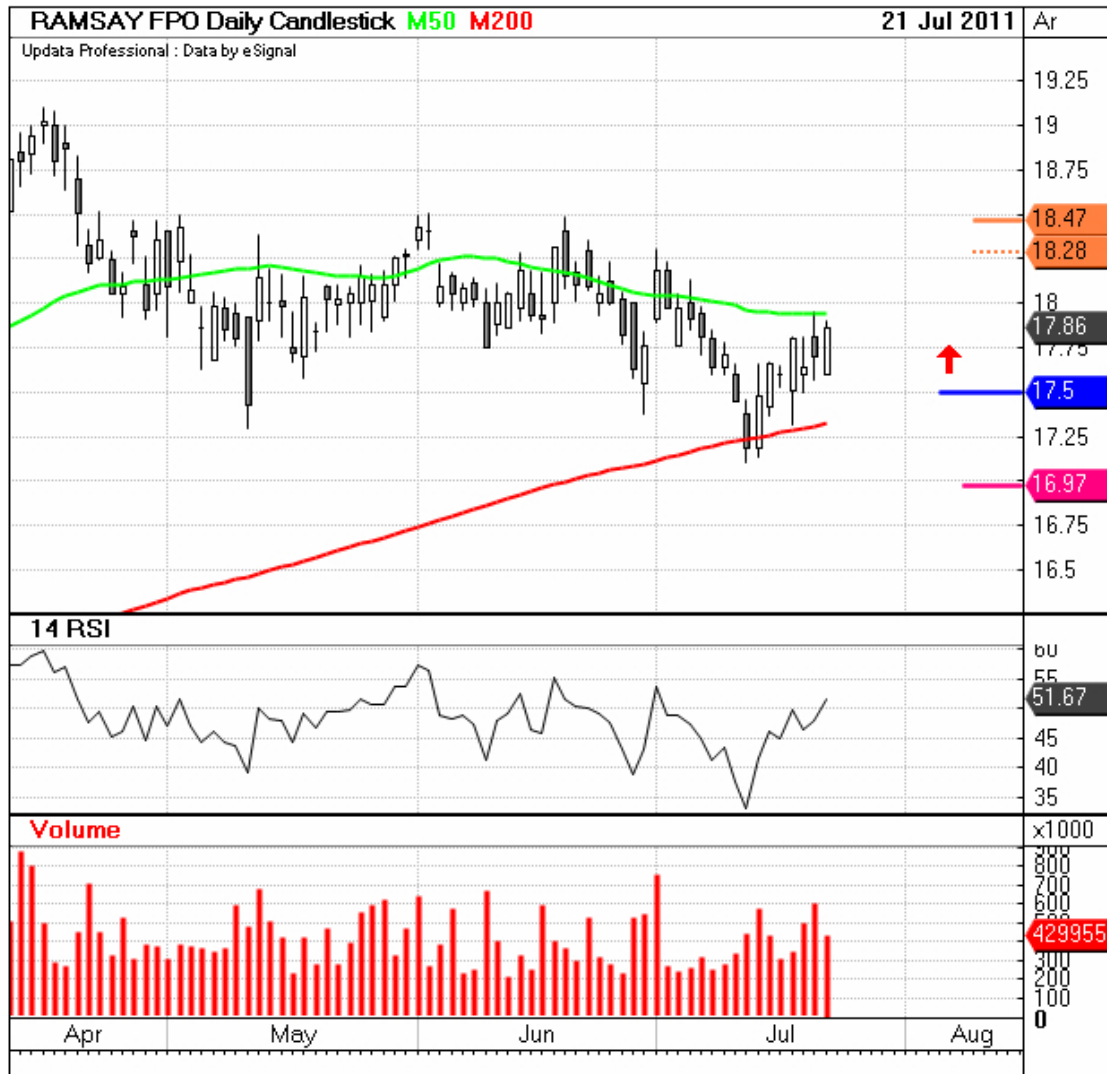
21 July, 2011

The broader ASX 200 index managed to finish marginally in the black on Thursday.

Ramsay had another decent day, printing an intraday high of \$17.90. It is positive to see the close towards the top end of the range, eventually settling at \$17.86, up 16 cents (+0.90%).

As mentioned yesterday, a sustained break above the confluence of the 50 day moving average and \$18 whole number, will likely see our initial target level of \$18.28 reached. Until then, a consolidation below this key level could follow.

There are no changes to this recommendation.



20 July, 2011

After a 200 point rally in the US, Aussie equities stormed higher at the opening bell. Ramsay reached an intraday high of \$17.95, five cents shy from the psychological \$18 level during the morning session. At the close on Wednesday, Ramsay finished at \$17.70, up 6 cents (+0.34%).

A sustained break above the confluence of the 50 day moving average and \$18 whole number, will likely see our initial target level of \$18.28 reached. Until then, a consolidation below this key level could follow.

There are no changes to this recommendation.



19 July, 2011

Ramsay reached an intraday high of \$17.81, however failed to follow through to the upside. At the close on Tuesday, Ramsay finished at \$17.64, down 16 cents (-0.90%).

An 'inside day' formed, which is suggestive of a near term pause in trend.

We remain comfortable with our long position, thus there are no changes to this recommendation.



18 July, 2011

After initially dipping to an intraday low of \$17.32, Ramsay traded strongly higher throughout Monday's session. At the close, Ramsay finished at \$17.80, up 20 cents (+1.14%). The strong close is bullish, and a sign of buyers commitment in driving prices higher in the near term.

We recommend raising our profit target from \$18.28 to \$18.47.

Figure 1 - Fibonacci analysis

Ramsay is fast approaching the 61.8% Fib. retracement at \$17.84. The key level that we will be watching is the 78.6% retracement being \$18.04. Should price break and 'close' above this level, the next upside target is towards the 127.2% Fib. extension of \$18.63.



Figure 2 - Trade details

Members please adjust the target to \$18.47.

We will continue to monitor the trade progression this week. Should Ramsay continue to trade north, we will move our protective stop loss to break even.



15 July, 2011

Despite the broader ASX 200 index retreating another 17.20 points (-0.4%) to finish at 4,473.50, Ramsay continued to hold ground during trade on Friday. The intraday high printed was \$17.65, eventually closing at \$17.60.

We are currently in the black on this trade and remain comfortable with our long position. Thus, there are no changes to this recommendation.



14 July, 2011

Despite the positive lead from the US, the ASX 200 index failed to follow suit. At the close on Thursday, the local bourse finished 24.10 points lower (-0.50%).

After a slow start to the session, Ramsay finished strongly towards the final hour of trade to end the day at \$17.66, up 18 cents (+1.03%). We would expect the first barrier of resistance to come into play at the 50 day moving average, being just below the psychological \$18 whole number.

There are no changes to this recommendation.



13 July, 2011

Company information

Ramsay Health Care Limited (RHC) is Australia's largest private hospital operator. The company has grown through acquisitive consolidation and has become a global hospital group operating across Australia, the United Kingdom, France and Indonesia.

Technicals

Since printing a high of \$18.30, Ramsay has continued to slide lower. Today's intraday low touched the 127.2% Fibonacci extension at \$17.13 to surge strongly higher. This also saw respect of the technically important 200 day moving average play its part, lifting prices.

We believe that the downside is limited and entering long at current levels to be worthy of another upward advance towards the prior resistance level of \$18.30. Moreover, the recovery today was on the back of an increase in trading volume, which is bullish.

We sent an SMS to members, advising to go long at market around the \$17.50 level, stop placed below the 200 day moving average and 127.2% Fib. extension for added protection at \$16.97. Our target is to \$18.28 (being just below the prior high). This trade has a risk to reward profile of 1.47. Thus for every \$1 we risk, we seek to gain \$1.47 should our target level be met.

